GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2693
ANSWERED ON:19.12.2003
REVENUE FROM FABRICS
C.P. RADHAKRISHNAN

Will the Minister of FINANCE be pleased to state:

(a) The revenue earned by the Government from the processing of mixed cotton knitted fabrics and 100 percent knitted polyester sector during 2001-2002 and 2002-2003; and

(b) The steps taken by the Government to boost both the sector?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI SHRIPAD Y.NAIK)

(a) Separate data on excise revenue collected from the processing of mixed cotton knitted fabrics and 100 percent knitted polyester sector is not maintained by the Department. However, the total excise revenue earned by the Government on all knitted fabrics is as follows:

(i) 2001-2002 : Nil

(ii) 2002-2003 : Rs. 15.67 Crores

(b) In Budget 2003, moderate rate of excise duty of 10% was prescribed on fabrics. In order to encourage modernization, customs duty on specified textile machinery & parts thereof, for knitting sector, was reduced from 25% to 5%.